

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Horticulture Department – Procurement of Red chillies under Market Intervention Scheme (MIS) for Crop season 2011-12-Further orders- Issued.

AGRICULTURE AND COOPERATION (HORTI) DEPARTMENT

G.O.Rt.No. 752

Date:4th July, 2012.

Read the following:-

1. G.O.Rt.No.533 Agriculture and Cooperation (Horti) Department, Dated:14.05.2012.
2. From the Director(Coop), GOI, Minister of Agriculture, Department of Agriculture and Cooperation, Krishi Bhavan, New Delhi Lr.No. L-15016/22/2012-MPS Dated:01.06.2012.

ORDER:

In the reference 1st read above, Government orders were issued fixing the Market Intervention Price(MIP) for Red chillies @ 5000/- per qtl for procuring Fair average Quality of Red chillies under Market Intervention Scheme for the crop season 2011-12 subject to pending Guide lines/Instructions issued for implementation of MIS for Red chillies.

2. In the reference 2nd read above, Government of India has approved Market Intervention scheme (MIS) in Red chillies for the crop season 2011-12. As per the following details: MIS will remain in force from 25.05.2012 to 25.06.2012.

- MIS will remain in force from 25.05.2012 till 25.06.2012
- A maximum quantity of 52,000 MT of chillies may be procured, under the scheme by the State Agencies out of which 31,200 MT will be of hybrid varieties and 20,800 MT will be of straight varieties.
- The Market Intervention Price (MIP) will be Rs.4100/- per qtl for FAQ of hybrid varieties with the overhead expenses of Rs.1025/-per Qtl. or actual whichever is less and Rs.3700/- per qtl. for FAQ of straight varieties with the overhead expenses of Rs.925/-per qtl. or actual whichever is less. The overhead expenses include purchase tax, mandi tax, godown charges, packing material, loading/unloading, commission, transportation, grading & packing/stitching charges.
- The losses, if any, will be shared on 50:50 basis between the Central Government and Government of Andhra Pradesh. However, the loss is restricted up to the 25% of the procurement cost (maximum limit of loss to be shared between Central and State Government) including the permissible overheads.
- The procured quality of chillies will be disposed of by the procuring agencies at the maximum realizable rates to reduce the losses on Government account.
- Purchase centers/areas will be decided by the State Government in consultation with the State Agencies.
- The stocks will be purchased from the Cooperative Societies, farmers' organizations or directly from the farmers to eliminate the possibility of middlemen taking advantage of the scheme. Further, a mechanism should be developed to ensure that the produce is purchased from genuine farmers only. All the relevant documents/records should be properly maintained by the procuring agencies.

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- The Procured stocks will be disposed of in the open market to ensure maximum realizable price. If necessary, this can also be sold to processing units, within the State. The State agencies should also make efforts to export the commodity procured under the scheme after processing.
- The State procuring agencies will furnish the audited accounts to the Department of Agriculture and Cooperation, GOI, New Delhi through State Government within the period of three months of the completion of the MIS operation.
- In order to avoid recycling, the stock should not be sold in the same market/State from where it has been procured during the period of the scheme. However, if the price are better it can be sold, locally.
- The State Government/State designated agency may furnish weekly reports indicating purchases made under the scheme and the ruling market prices to the Department of Agriculture & Cooperation, GOI, New Delhi regularly.
- The State Government will be responsible to arrange the working capital for the State Agencies for procurement of the requisite quantity of the commodity under the scheme.

3. In view of the above circumstances and in view, in continuation of the orders issued in the G.O.1st read above, Government after careful examination here by reiterate the orders issued in the G.O.1st read above i.e., the Market Intervention Price (MIP) has fixed at 5000/- for implementation of Market Intervention Scheme(MIS) in Red chillies for the Crop season 2011-12 subject to reimburse the balance amount to AP MARKFED as approved by the Government of India for two varieties i.e., Rs.4,100/- per Qtl for FAQ of hybrid varieties and Rs.3700/- per Qtl.

4. Further, the following instructions shall be followed while procuring Red chillies under MIS for the crop season 2011-12.

5. The District Collectors will constitute the required purchase teams at the Agricultural Market Committees drafting one Agriculture Officer/Horticulture Officer/Marketing or Agmark officer, trained by the Agmark Laboratory, and MARKFED trained executive/Team leader as graders for certifying the quality of stock to be procured. These two teams will be jointly held responsible for the quality of the stock procured. The District Manager, MARKFED concerned will be the overall in-charge to ensure the quality, weighment, dispatch and storage of stocks upto cold storage by coordinating with all concerned. One Revenue Inspector/Senior Assistant will be posted with each team for identification of genuineness of the farmers at procurement center.

6. Commissioner & Director of Marketing will issue instructions to chief chemist Agmark Laboratory to collect random samples during procurement period and give the report on quality to center-in-charge and also to Managing Director A.P.MARKFED. Any deviation found with reference to FAQ specifications will be viewed seriously and responsibility will be fixed on the members of the team concerned.

7. The District Collectors will take necessary steps to identify the genuine farmers and arrange to issue coupons in the formats already printed and supplied. The arrivals will be regulated to the manageable limits by giving village wise/mandal wise programs to the farmers to bring their produce on specified days/dates, so that the teams deployed at the centers can grade, certify quality, Weigh and dispatch the stocks to the various cold storages on the same day

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8. The District Collectors, Khammam, Warangal & Guntur are nominated as Nodal officers for coordinating and regulating the arrivals of Chillies being arrived from the neighboring chilly growing Districts by allotting certain days in the week.

9. The District Collectors will also nominate one competent District level officer as special officer to over-see the entire Red chillies procurement operations and to coordinate with various Mandal Revenue Officers about the identification of genuine farmers, issue of coupons, regulating the arrivals and day to day purchases and transportation of stocks to various cold storages to avoid the rush and backlog of stocks at the centers.

10. The District Collectors concerned will identify the reputed cold storages in the District negotiate and fix the rents for season and off-season and also finalize the rates for transportation of the stocks to the nearest cold storages by constituting a committee headed by Joint Collectors.

11. In case sufficient cold storage space is not available within the District, Managing Director, A.P.MARKFED will issue tenders and identify the cold storages outside the Districts which are near to the procurement center.

12. The Marketing Department and the District Collectors shall take action to ensure the adequate publicity is given to the farmers through press, electronic media, beat of drum (tom-tom), leaflets etc., to create awareness among the farmers about the MIS operations, and FAQ specifications, the location of purchase centers and the procedure being followed for procurement of Red Chillies under MIS. All the required details be displayed at the Gram Panchayat Office in all the Red chillies growing villages.

13. The payment of money to the farmers should be done by cheque only. If the amount is more than Rs.20,000, crossed A/c payee cheque should be issued.

14. After the closure of procurement, Government will constitute Disposal committee to initiate action for disposal of stocks taking prevailing market rates into consideration at highest rates received in tender cum open auction

15. The Managing Director, AP MARKFED shall send proposals to constitute the Disposal committee to initiate action for disposal of stocks

16. AP MARKFED will be allowed overhead expenses for FAQ of hybrid varieties with the overhead expenses of Rs.1025/-per Qtl. or actual whichever is less of Rs.925/-per qtl for FAQ of straight varieties with the overhead expenses or actual whichever is less. The overhead expenses include purchase tax, mandi tax, godown charges, packing material, loading/unloading, commission, transportation, grading & packing/stitching charges. MARKFED will be allowed service charges at 2.5% on loose value as being allowed by the Government of India to MSP operations on decentralized procurement programme

17. After disposal of the stocks Managing Director, AP MARKFED shall submit finalized accounts duly audited by statutory Auditors appointed by the Chief Auditor O/o Commissioner for Cooperation & Registrar of Cooperative Societies, A.P., Hyderabad. Government of Andhra Pradesh will reimburse the losses duly deducting the amount reimbursed by Government of India as per the MIS guidelines in force.

18. After disposal of the stocks Managing Director, AP MARKFED shall submit finalized accounts duly audited by statutory Auditors appointed by the Chief Auditor O/o Commissioner for Cooperation & Registrar of Cooperative Societies,

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A.P., Hyderabad. Government of Andhra Pradesh will reimburse the losses duly deducting the amount reimbursed by Government of India as per the MIS guide lines in force.

19. This order issues with the concurrence Finance (Expr. A&C) Department vide their U.O.No.017780/298/A2/Exp.A&C/12, Dated:03.07.2012.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**Dr. C V S K SARMA
APC & PRINCIPAL SECRETARY TO GOVERNMENT**

To

The Managing Director, AP MARKFED,
CC to Commissioner of Horticulture, Hyderabad
CC to Commissioner and Director of Agricultural Marketing, Hyderabad.
CC to Commissioner for Cooperation & Registrar of Cooperative Societies,
Hyderabad.
CC to District Collectors Khammam, Warangal & Guntur
CC to PS to Additional Secretary to Chief Minister
CC to PS to Special chief Secretary (Agricultural Marketing & Cooperation)
CC to PS to M(Horticulture)
CC to PS to M(Cooperation)

//FORWARDED : : BY ORDER//

SECTION OFFICER